



June 23, 2014

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Subject: Proposal for Transportation and Disposal of Hazardous Waste in Vacuum Boxes
CES Environmental Services, Inc. (CES)
Houston, Texas

Dear Mr. Askanase:

IKON Environmental Solutions, LP (IKON) is pleased to provide this proposal for the transportation and disposal of sludge in vacuum boxes 601 and 617 at CES Environmental on Griggs Road. The removal process will consist of emptying the boxes that are damaged or rusted and putting the material into other boxes that are DOT transportable and shipping the waste off site for disposal or fuels blending.

The boxes that are emptied will be RCRA empty but not cleaned. The empty boxes will be transported to a cleaning facility to be cleaned and returned to the facility.

We submit the pricing on the attached sheet for your consideration and assure that all transportation and disposal will be done in compliance with City of Houston, TCEQ and EPA regulations and permits.

The pricing for the hazardous sludge is based on the analysis provided and will be sampled and sent to the disposal facility for final acceptance and pricing confirmation. Should the disposal cost increase after the initial proposal IKON will notify trustee of any cost increases.

The pricing for disposal as non-hazardous for Box 601 is based on the assumption that the waste is plant trash contaminated with oil and that it will be classified as non-hazardous. We were not able to sample the material because we could not open the box without heavy equipment.

Assumptions and Clarifications:

1. Fuel surcharges are included in the per load pricing.
2. Assumes that trustee or consultant will supply all previous analysis of tank contents to IKON for profile purposes. IKON will collect physical samples of tank contents at no additional charge.

3. This proposal does not include cleaning of vacuum boxes or frac tanks left on site.
4. Final invoicing will be based on actual volumes and loads delivered. The amounts estimated on the bid sheet are only estimates.
5. No work will be performed beyond these quantities without prior written approval of trustee.
6. IKON will profile only according to the direction of our clients and is not responsible for any rejection from the disposal facility. Disposal rates are contingent upon final approval of the waste stream by designated disposal facility. Waste streams deemed "non-conforming" upon arrival at a disposal facility may incur additional surcharges upon prior approval of the CES Trustee.
7. As requested, Ikon agrees that the Bankruptcy Estate of CES Environmental Services, Inc. is a named insured under Ikon's insurance.
8. This contract is subject to approval of the United States Bankruptcy Court for the Southern District of Texas, Houston Division.

Respectfully submitted,


Vice President

Accepted: The Bankruptcy Estate of CES Environmental Services, Inc.

Printed Name: DAVID ASKANASE, Trustee
David Askanase, Trustee

Date: 8-28-14

IKON Environmental Solutions, LP
CES Vacuum Boxes - Hazardous and Nonhazardous Waste
Disposal

| <u>Description</u> | <u>Quantity</u> | <u>Unit</u> | <u>Unit Price</u> | <u>Total</u> |
|--|-----------------|-------------|-------------------|-------------------|
| Personnel | | | | |
| Project Manager | 50 | HR | \$60.00 | \$3,000.00 |
| Technicians (2) | 100 | HR | \$35.00 | \$3,500.00 |
| Equipment | | | | |
| Supervisor Truck and Trailer | 1 | WK | \$250.00 | \$250.00 |
| Hand Tools | 1 | WK | \$525.00 | \$525.00 |
| Equipment Mob and Demob | 1 | EA | \$1,350.00 | \$1,350.00 |
| Decontamination Trailer | 1 | WK | \$1,150.00 | \$1,150.00 |
| Hydroblaster/Hoses/Nozzles | 0 | WK | \$4,825.00 | \$0.00 |
| Vacuum Box Delivery | 1 | EA | \$525.00 | \$525.00 |
| Vacuum Box Rental | 21 | EA | \$55.00 | \$1,155.00 |
| Roll off box delivery | 1 | EA | \$525.00 | \$525.00 |
| Roll off box rental | 10 | EA | \$20.00 | \$200.00 |
| 2" Diaphragm Pump | 1 | EA | \$375.00 | \$375.00 |
| Chemical Hose (2") | 2 | EA | \$215.00 | \$430.00 |
| Air Compressor | 1 | EA | \$485.00 | \$485.00 |
| Supplied Air Trailer and Accessories | 1 | EA | \$1,250.00 | \$1,250.00 |
| Air Mover | 18 | HR | \$280.00 | \$5,040.00 |
| Air Mover hose | 1 | EA | \$500.00 | \$500.00 |
| Backhoe | 2 | Days | \$450.00 | \$900.00 |
| Backhoe mobilization | 1 | EA | \$600.00 | \$600.00 |
| Consumables | | | | |
| 55-Gallon OT Drum | 0 | EA | \$54.00 | \$0.00 |
| Filter Bags | 0 | EA | \$10.00 | \$0.00 |
| PPE as needed (Level, B, C, D) | 1 | EA | \$750.00 | \$750.00 |
| Analytical | | | | |
| Sampling Supplies and analysis (BTU, TCLP, Totals) (Box 601) | 1 | EA | \$2,250.00 | \$2,250.00 |
| Sampling Supplies and analysis (BTU, TCLP, Totals) (Soil Stockpiles) | 1 | EA | \$2,250.00 | \$2,250.00 |
| Transportation and Disposal | | | | |
| Hazardous Incineration (Boxes 601, 617) | 36000 | Pound | \$1.30 | \$46,800.00 |
| Transport for Incineration | 1 | EA | \$750.00 | \$750.00 |
| Box Washout | 1 | EA | \$650.00 | \$650.00 |
| Class 1 Non hazardous disposal (Box 601) | 15 | CY | \$60.00 | \$900.00 |
| Transport for disposal | 1 | EA | \$425.00 | \$425.00 |
| Box Washout | 1 | EA | \$425.00 | \$425.00 |
| Transport Empty Box to Washout | 2 | EA | \$450.00 | \$900.00 |
| Box Washout (617) | 1 | EA | \$1,000.00 | \$1,000.00 |
| Box Washout (601) | 1 | EA | \$500.00 | \$500.00 |
| Transport Empty Box Back to CES | 2 | EA | \$450.00 | \$900.00 |
| | | | | <hr/> \$80,260.00 |